

Maharashtra Industries, Investment and Services Policy 2025

January 2026



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Policy vision and objective

- To make Maharashtra a trusted **global hub** for investment.
- ‘Invest Maharashtra’ – a **unified digital platform** offering a single-window experience.
- Boost **manufacturing contribution from 13.8% (FY25) to 20% by 2047**.
- Create close to **50 lakh direct jobs** in manufacturing and services across the policy period.
- Investment target: **INR 70.5 lakh crore**



Eligibility and validity

- Eligible units include micro, small, medium, large, special large, mega and ultra mega.
- Valid for five years from the date of notification or until replaced (31 December 2025 to 30 December 2030).



Infrastructure development

- Expansion of strategic corridors such as Mumbai–Nagpur and Pune–Aurangabad to boost connectivity and industrial growth.
- Development of integrated logistics parks and multimodal transport facilities for efficient supply chain management.
- Enhancement of high-speed rail, metro networks and road infrastructure to ensure seamless movement of goods and people.
- Modernisation of major ports and creation of coastal economic zones to strengthen trade and exports.
- Investment in renewable energy projects and reliable power supply to support industrial operations.
- Deployment of high-speed broadband, data centres and smart industrial clusters for a technology-driven economy.
- Establishment of smart cities, industrial townships and housing solutions for workforce sustainability.
- Implementation of sustainable water supply systems and advanced waste treatment facilities for industries.

Industry classification for manufacturing units



Micro, small and medium enterprises (MSMEs)

Investment in plant and machinery or equipment:

- Micro enterprise – does not exceed **INR 2.5 crore**
- Small enterprise – between **INR 2.5 crore** and **INR 25 crore**
- Medium enterprise – between **INR 25 crore** and **INR 125 crore**



Special large-scale industries and large-scale industries (LSI)

- Special LSI:
 - Minimum capital investment ranges from **INR 150 crore to INR 750 crore**, depending on the zone classification or
 - Minimum direct employment varies from **125 to 1,000 people**, based on the zone
- LSI:
 - Units with fixed capital investment above INR 125 crore but below the special LSI threshold are classified as large-scale industries.



Mega projects and ultra mega projects

- Mega projects:
 - Minimum fixed capital investment of INR 200 crore to INR 1,500 crore or
 - Employment of 350 to 2,000 people, based on the zone
- Ultra-mega projects:
 - Minimum investment of INR 750 crore to INR 4,000 crore or
 - Employment of 750 to 4,000 people, based on the zone

Industry classification for manufacturing units

Taluka/Zone	MSME		Special LSI/LSI	
	Incentive cap (% of Fixed Capital Investment)	Incentive period (Years)	Incentive cap (% of Fixed Capital Investment)	Incentive period (Years)
A and B	30% and 40%	5 and 7	40%	7
C	50%	7	50%	7
D	60%	10	60%	7
D+	70%	10	80%	7
Vidarbha, Marathwada, Ratnagiri, Sindhudurg, Jalgaon and Dhule	80%	10	90%	9
No-industry districts, naxalism-affected areas and aspirational districts	100%	10	100%	9

- Mega and ultra-mega projects will be provided with customised incentives.
- Projects qualifying based on employment criteria must sustain the required level of employment throughout the year.
- Incentives to an industrial unit from all departments shall be admissible within 100% of Fixed Capital Investment (FCI).
- Investment in a captive power plant will not be considered for evaluating eligibility criteria.
- For subsidy calculation, investment will be considered only to the extent of 20% for plant and machinery and equipment.

Fiscal incentives for manufacturing sector (1/2)



Stamp duty exemption

- Group A and **B – 50%** waiver on the first lease or conveyance deed
- Group C, D, D+ and below areas – new and eligible units: **100% exemption**



Industrial promotion subsidy

- **100% reimbursement of gross State Goods and Services Tax (SGST)** on the first sale of eligible products within Maharashtra, capped at 30% to 100% of FCI
- Benefit available for five to ten years, based on zonal classification and project category



Electricity duty exemption

- **100% exemption on electricity duty for the following:**
 - For Group C, D, D+ and below – new manufacturing or eligible expansion projects (tenure based)
 - For Group A and B – Export Oriented Units (EOUs), units fully owned by women, SC/ST and persons with disabilities, employing 50% of the workforce from the said group (tenure based for MSMEs and seven years for LSIs)



EPF reimbursement

- **50% reimbursement of the Employer's Provident Fund (PF)** contribution for eligible employees of group D, D+ and below
- Applicable for five years from the date of commencement of operations
- Maximum reimbursement limited to INR 5 crore or INR 10 crore per unit (MSME, LSI and special LSI)



Capital subsidy

- For specific thrust sectors, MSME and LSI units: **20% of eligible FCI**
- 100% of land, building and machinery costs for group D, D+ and below; 80% of machinery cost for group C; and 50% of machinery cost for groups A and B
- Capped at INR 25 crore, with an annual cap of INR 5 crore, subject to policy conditions



Production Linked Incentive (PLI) for MSMEs

- Applicable to 100% EOUs and EOUs with more than 50% exports not covered under the industrial promotion subsidy.
- **Incentive:** Applicable for a five-year period (maximum 10% of FCI, capped at INR 1 crore annually)
- For 100% EOUs – **1.5% of incremental turnover**
- For EOUs with more than 50% exports – **1% of incremental turnover**

Fiscal incentives for manufacturing sector (2/2)



Other fiscal incentives

- Power tariff subsidy – total subsidy of **INR 1 per unit** for three years, capped at INR 1 crore for MSMEs and INR 1.5 crore for LSIs or special LSIs belonging to Group D, D+ and below.
- Interest subsidy – eligible MSMEs will receive up to **5% annual interest** support, provided they contribute at least 5% of the payable interest; the subsidy is capped at INR 1 crore per year.



Performance linked additional incentives for MSMEs

- Technology upgradation assistance – 50% subsidy on additional capital equipment, up to INR 25 lakh over five years.
- Energy and water audit incentive – 50% of cost, maximum INR 1 lakh for water and INR 2 lakh for energy audits.
- Energy efficiency incentive – 50% of cost for capital equipment, up to INR 5 lakh.
- Credit rating incentive – 50% of credit rating cost by accredited agencies, up to INR 1 lakh.
- Listing expense reimbursement – 50% of SME stock exchange listing cost, up to INR 5 lakh or actual CA-certified cost.
- Quality, testing and certification labs – 50% capital cost (excluding land) grant-in-aid for setting up labs, up to INR 5 crore per lab (first 12 labs).
- Quality certification incentive – 75% subsidy on certification costs, up to INR 1 lakh for GMP/Hallmark and INR 2 lakh for patents or Geographical Indication (GI).
- Patent cost reimbursement – up to INR 2 lakh for domestic and INR 10 lakh for international patents, copyright, trademark and GI registration during the policy period.
- Zero Defect Zero Effect (ZED) certification – MSMEs registered under the ZED scheme eligible for reimbursement of 50% of the ZED certification fees, up to INR 50,000.



Other incentives

- One-time grant for scaling up MSMEs:
 - First 25,000 eligible MSMEs to be supported for scaling, technology upgrades, capacity expansion and market integration
 - **50% of additional investment** or INR 5 lakh for micro to small enterprises, INR 10 lakh for small to medium enterprises, and INR 25 lakh for medium to large-scale industries, whichever is less
- Anchor vendor incentive – designed to strengthen linkages between large anchor industries and MSME vendors, offering incentives to **100% captive vendors** associated with mega and ultra-mega units (excluding capital and land cost subsidy), subject to Cabinet Sub-Committee approval.
- Import substitution incentive – eligible units to receive **10% additional FCI support and up to 20% research and development (R&D) reimbursement** (maximum INR 10 crore) to promote local manufacturing and reduce import dependence.

Fiscal incentives for service sector

Incentives will be available based on the classification of units such as MSME, large, mega and ultra-mega, and according to the respective taluka or zone categorisation and minimum employment criteria.



Stamp duty exemption

Applicable to mega and ultra-mega units:

- Group A and B – **50% waiver** on the first lease or conveyance deed
- Group C, D, D+ and below areas – New and eligible units: **100% exemption**



Rental lease subsidy

- Eligible units can receive up to **50% of rental lease cost** or a capped amount (INR 1 crore for group D/D+ and below areas, INR 10 crore for group C, and INR 20 crore for groups A and B), whichever is lower.
- Available only to the first 20 units in each district within five years of policy implementation.



Electricity duty exemption

- Group A and B – exemption for 3 years
- Group C, D, D+ and below areas – new and eligible units: Exemption available for 5 years



EPF reimbursement

50% reimbursement of the EPF contribution for **five years** on:

- Jobs paying INR 50,000 or more per month in group D and below; capped at INR 10 crore per unit (first 500 units).
- Salaries of INR 75,000 or more per month in group C and INR 1 lakh or more per month in groups A and B; capped at INR 10 crore per unit (first 500 units).



R&D and innovation subsidy

- Reimbursement of **50% of R&D cost**, capped at INR 10 crore (only for mega and ultra-mega units).



Other fiscal incentive

- Skilling subsidy (applicable to the first 20 eligible units within five years in mega and ultra-mega units):
 - 50% of training cost or up to INR 2 crore for Group D and below
 - 50% of training cost or up to INR 1 crore for Groups A, B and C
- Special subsidies to Fortune 500 and billion-dollar companies – highly subsidised land at INR 1 per acre (up to 50 acres) for one unit per district in 12 emerging Zone I districts, creating more than 1,000 jobs.
- Up to 120% of FCI as incentives for mega and ultra-mega IT, business process outsourcing, and knowledge process outsourcing units in Tier-2 cities to boost operations and infrastructure.

Additional incentives for manufacturing and service sector (1/2)



Incentivising industrial growth in emerging districts

- Special incentives to industrial units for setting up operations in 27 emerging districts (Zone 1 and Zone 2).
- Eligible units investing **INR 500 crore** and creating 500 jobs will receive additional incentives: **25% of FCI in Zone 1 and 15% in Zone 2.**



Incentives for strengthening all workforce cohorts

- Chief Minister's Yuva Karya Prashikshan Yojana – Performance-based **incentives up to INR 10,000** per candidate for six to eleven months.
- Maharashtra Apprenticeship Promotion Scheme – Apprenticeship support up to **50% of cost**, capped at **INR 5,000 per apprentice** per month for up to three years.
- Skill-linked incentive schemes – **INR 20,000 per candidate**, limited to 20% of the total workforce.
- PM Vishwakarma Bharat Rojgar Yojana – Incentives for formal employment creation for eligible units.
- Additional incentives up to **20% of FCI** for SC/ST-owned enterprises and women entrepreneurs, based on ownership with a minimum number of women employees in the company.
- **Additional 10% of FCI** for one district one product units, with an overall cap of 120% of FCI.



Incentives for sustainability and excellence

- Green incentives – Mega and ultra-mega projects receive **25% reimbursement of technology cost** (up to INR 10 crore) for adopting green technologies
- Wastewater treatment and reuse:
 - Capital assistance up to **INR 5 crore or 25% of capital cost** for setting up effluent treatment plants, common effluent treatment plants and sewage treatment plants in Maharashtra Industrial Development Corporation, subject to reuse of 25% treated water.
 - Additional 25% capital subsidy for industries adopting zero liquid discharge (ZLD) technologies.
 - Green-certified industries using recycled water receive priority in land allotment and up to 10% additional FSI.
 - Tertiary-treated water will be provided free of cost for three years to industries committing to reuse.
 - Event participation – Incentives up to **30% of eligible expenses** (registration fees, participation charges, promotional materials) for recognised industry associations, capped at INR 5 lakh for domestic events and INR 10 lakh for international events per unit.



Boosting access to finance

- The state will **offer seed funding**, annual hackathons and market expansion support for start-ups, along with incentives and benefits under the Maharashtra start-up policy 2025.

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